

cable, and the department of economic development its compliance with the requirements of section 15E.183.

Sec. 6. NEW SECTION. 15E.186 INCENTIVES — ASSISTANCE.

For purposes of determining the incentives or assistance provided in this section, “eligible business” means a business which has been approved to receive incentives and assistance by the department of economic development pursuant to application as provided in section 15E.185. The incentives and assistance provided under this division for businesses located in enterprise zones shall be for a period not to exceed ten years and shall include all of the following:

1. New jobs credit from withholding, as provided in section 15.331.
2. Sales, services, and use tax refund, as provided in section 15.331A.
3. Investment tax credit, as provided in section 15.333.
4. Research activities credit, as provided in section 15.335.

5. The county or city for which an eligible enterprise zone is certified may exempt from all property taxation all or a portion of the value added to the property upon which an eligible business locates or expands in an enterprise zone and which is used in the operation of the eligible business. The amount of value added for purposes of this subsection shall be the amount of the increase in assessed valuation of the property following the location or expansion of the business in the enterprise zone. The exemption may be allowed for a period not to exceed ten years beginning the year the eligible business enters into an agreement with the county or city to locate or expand operations in an enterprise zone.

Approved May 14, 1997

CHAPTER 145

LOCAL OPTION SALES AND SERVICES TAXES

H.F. 729

AN ACT relating to reporting and depositing of local option sales and services taxes to the department of revenue and finance by retailers and increasing the amount of estimated distribution and frequency of distribution to cities and counties by the department of revenue and finance.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 422B.9, Code 1997, is amended by adding the following new unnumbered paragraph after unnumbered paragraph 4:

NEW UNNUMBERED PARAGRAPH. Frequency of deposits and quarterly reports of a local sales and services tax with the department of revenue and finance are governed by the tax provisions in section 422.52. Local tax collections shall not be included in computation of the total tax to determine frequency of filing under section 422.52.

Sec. 2. Section 422B.10, subsection 2, Code 1997, is amended to read as follows:

2. a. The director of revenue and finance within fifteen days of the beginning of each fiscal year shall send to each city or county where the local option tax is imposed, an estimate of the amount of tax moneys each city or county will receive for the year and for each ~~quarter~~ month of the year. At the end of each ~~quarter~~ month, the director may revise the estimates for the year and remaining ~~quarters~~ months.

b. The director of revenue and finance shall remit ~~ninety~~ ninety-five percent of the estimate tax receipts for the city or county to the city or county ~~after the end of each quarter no later than the following dates: November 10, February 10, May 10, and August 10 on or before August 31 of the fiscal year and on or before the last day of each following month.~~

c. The director of revenue and finance shall remit a final payment of the remainder of tax moneys due the city or county for the fiscal year before ~~the due date for the payment of the first quarter~~ November 10 of the next fiscal year. If an overpayment has resulted during the previous fiscal year, the first payment of the new fiscal year shall be adjusted to reflect any overpayment.

Approved May 15, 1997

CHAPTER 146

PROPERTY TAX ON CERTAIN DONATED PROPERTY

S.F. 83

AN ACT relating to property taxation of property given to the state or a political subdivision upon which a life estate is retained.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. NEW SECTION. 427.2A TAXATION OF LIFE ESTATE PROPERTY.

Real estate donated to the state or a political subdivision of the state or any agency of the state or political subdivision, for which the donor retains a life estate, or provides for another to possess a life estate shall continue to be subject to property taxation and special assessment to the same extent as the property was so subject during the fiscal year in which the donation was made. The real property shall continue to be taxed until the fiscal year following the fiscal year during which the life estate terminates. Upon termination of the life estate, the real estate shall be subject to taxation as otherwise provided by law.

This section applies to property donated on or after July 1, 1992, for purposes of property taxes or special assessments due and payable in fiscal years beginning on or after July 1, 1997.

Nothing in this section allows or requires the imposition and collection of property taxes or special assessments on donated property payable in any fiscal year during the period beginning July 1, 1992, and ending June 30, 1997, and nothing in this section requires the payment of refunds of property taxes or special assessments paid on donated property in any fiscal year during the period beginning July 1, 1992, and ending June 30, 1997.

Approved May 19, 1997